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8  
9 UNITED STATES BANKRUPTCY COURT  
10 CENTRAL DISTRICT OF CALIFORNIA – SANTA ANA DIVISION

11 In re  
12 THE LITIGATION PRACTICE GROUP P.C.,  
13 Debtor.  
14  
15  
16

Case No: 8-23-bk-10571-SC

Chapter 11

ORDER APPROVING STIPULATION  
BETWEEN CHAPTER 11 TRUSTEE AND  
AZZURE CAPITAL LLC RE: USE OF  
SALES PROCEEDS TO PAY OPERATING  
EXPENSE

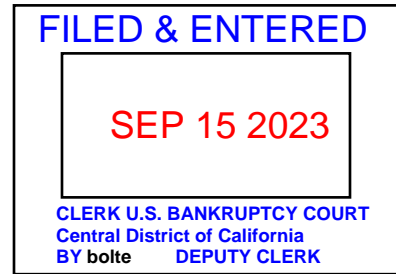
[STIPULATION – DK. NO. 501]

[NO HEARING REQUIRED]

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19 The Court has read and considered the Stipulation (“Stipulation”) entered into by and  
20 between Richard A. Marshack, in his capacity as Chapter 11 Trustee (“Trustee”) of the Bankruptcy  
21 Estate of The Litigation Practice Group P.C., on the one hand, and Azzure Capital LLC (“Azzure”),  
22 on the other hand (collectively Trustee and Azzure are referred to herein as the “Parties”), by their  
23 respective counsel of record, filed on September 14, 2023, as Dk. No. 501, and has found good cause  
24 to approve the Stipulation.

25 IT IS ORDERED:

26 1. The Stipulation is approved;  
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2. To the extent that any of the existing Sales Proceeds<sup>1</sup> constitute Azzure's collateral, Azzure agrees that Trustee may surcharge such collateral under 11 U.S.C. § 506(c) and use up to \$100,000 to renew the Policy and that such payment is a reasonable, necessary cost and expense of preserving or disposing of its collateral. Specifically, maintaining malpractice coverage is beneficial to secured creditors in that it will maximize the sales proceeds and minimize the risks of additional claims against the estate; and

3. Except as specifically set forth in the Stipulation, the Parties reserve all other rights, claims and defenses.

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Date: September 15, 2023

  
Scott C. Clarkson  
United States Bankruptcy Judge

<sup>1</sup> Terms not defined herein are as defined in the Stipulation.